19 April 1955 7 1

MEMORANDUM TO THE INSPECTOR GRASKAL:

SUBJECT: Outside Employment Forbidden to CIA Employees

1. Recommend an order be issued by the DCI:

"In the interest of national security, no employee of CTA may engage in employment outside of the Agency."

This would not apply to such covert employees as the Agency may use in outside employment for operational reasons.

2. A non-outside-employment order would lessen the possibility of adverse publicity should a CIA employee, also having an outside job, get inte any matter that would be newsworthy.

There would be no allegiance to two employers, the CIA and the cutside one.

There would be no divided loyalty, to CIA and another employer.

There would be no criticism of CTA that it does not pay sufficient salaries to its employees, with the result that they must seek outside employment.

There would be no charge that CTA permits its employees to hold two jobs, one with CTA, one outside, thus unfairly competing with the unemployed.

There would be no charge that CIA plants some employees in outside jobs for domestic espionage.

There would be no charge that CIA does not so occupy its employees that they use their full capacities in its employ, so that employees secure additional outside work.

3. None of these charges has been made and may never be made; the order would be a sure preventive.

Sayd

STAMEY J. GROOM
Assistant to the Director

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